

Atlas Minerals
Division of Atlas Corporation
P.O. Box 1207 Moab, Utah 84532

file



September 2, 1976

Mr. Ronald W. Daniels
Coordinator of Mined Land Development
State of Utah, Dept. of Natural Resources
Board of Oil, Gas and Mining
1588 West North Temple
Salt Lake City, Utah 84116

Re: Patti Ann Mine
Reclamation Plan
ACT/037/003

Dear Mr. Daniels:

Enclosed is the signed "Mined Lands Reclamation Contract" for the Patti Ann Mine. I presume you will return a copy of the fully executed agreement when the Board has acted. The stated estimate of reclamation costs appears to be within our range of estimates although it is anybody's guess what the inflation rate might be.

On my next trip to Salt Lake City, perhaps we can discuss the pros and cons of a blanket agreement on the Big Indian.

Yours very truly,

Thomas L. Wilson

Thomas L. Wilson
Manager of Mines

TLW/sh

Encl.

A. E. Dearth

CIRCULATE TO:

DIRECTOR
PETROLEUM ENGINEER
MINE COM. CONTROL
ADMIN. ASSISTANT
ALL

RETURN TO
FOR FILE

Shirley Papp
Lulu

STATE OF UTAH
DEPARTMENT OF NATURAL RESOURCES
BOARD OF OIL, GAS AND MINING
1588 West North Temple
Salt Lake City, Utah 84116

Patti Ann Moore
Sept 22, 1976

* MINED LANDS RECLAMATION CONTRACT *

THIS CONTRACT, made and entered into this 31st day of August, 19 76, between Atlas Corporation a corporation duly authorized and existing under and by virtue of the laws of Utah as party of the first part, and hereinafter called the Operator, and the Board of Oil, Gas, and Mining, duly authorized and existing by virtue of the laws of the State of Utah, as party of the second part hereinafter called the Board.

WITNESSETH:

WHEREAS, the Operator is the owner and in possession of certain mining claims and/or leases hereinafter more particularly mentioned and described in Exhibit "A" attached hereto.

WHEREAS, the Operator did on the 12th day of May 19 76, file with the Division of Oil, Gas, and Mining, a "Notice of Intention to Commence Mining Operations" and a "Mining and Reclamation Plan" to secure authorization to engage, or continue to engage, in mining operations in the State of Utah, under the terms and provisions of the Mined Land Reclamation Act, Section 40-8, UCA, 1953;

WHEREAS, the Operator is able and willing to reclaim the above mentioned "lands affected" in accordance with the approved mining and reclamation plan, the Mined Land Reclamation Act and the rules and regulations adopted in accordance therewith.

WHEREAS, the Board has considered the factual information and recommendations provided by the staff by the Division of Oil, Gas, and Mining as to the magnitude, type and costs of the approved reclamation activities planned for the land affected.

WHEREAS, the Board is cognizant of the nature, extent, duration of operations, the financial status of the Operator and his capabilities of carrying out the planned work.

MINED LANDS RECLAMATION CONTRACT (MR FORM 6)

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NOW THEREFORE, for and in consideration of the mutual covenants of the parties by each to the other made and herein contained, the parties hereto agree as follows:

1. The Operator promises to reclaim the land affected in accordance with the approved mining and reclamation plan, the Mined Land Reclamation Act, and the rules and regulations adopted in accordance therewith.
2. The Board, in lieu of the posting of a bond or other surety, accepts the personal guarantee of the Operator to reclaim the land affected.
3. The Board and the Operator both agree that the Operator will not be obligated to expend a sum in excess of \$2,230.00 on the said reclamation work.

IN WITNESS WHEREOF, the parties of the first and second parts hereto have respectively set their hands and seals this 31st day of August 19 76.

ATLAS CORPORATION

By: A. E. Dearth

Vice President

ATTEST: [Signature]

Assistant

Secretary

BOARD OF OIL, GAS, AND MINING

By: L. N. Carden

Chairman

Note: If the Operator is a corporation, the agreement should be executed by its duly authorized officer with the seal of the corporation affixed.